



CARBINE RESOURCES LIMITED

ASX / MEDIA ANNOUNCEMENT

23 March 2016

MOUNT MORGAN DRILLING PROGRAM UPDATE

Highlights

- ◆ **5,000m drilling program approximately 33% complete**
- ◆ **No 2 Mill tailings:**
 - **Drilling completed (43 holes)**
 - **Inside JORC Resource: Tailings up to 28m thickness intersected, av. 14m**
 - **Outside JORC Resource: Tailings up to 18m thickness intersected, av. 12m**
- ◆ **Shepherds tailings: 12 of 18 holes completed to date**
- ◆ **Mundic Gully & Red Oxide tailings: Drill pad site preparation complete**
- ◆ **Initial assays sent to lab for drying and preparation**

Carbine Resources Limited (ASX: CRB) is pleased to provide an update on drilling from the recently announced 5,000m drilling program at the Mount Morgan Gold & Copper Project.

To date 1,674m have been drilled at an average of ~120m per day. Drilling has been successfully completed over the No 2 Mill tailings dam and 12 of 18 holes are now complete in the Shepherds tailings dam (see Figure 1 overleaf).

The drilling has identified significantly thick tailings mineralisation in both No 2 Mill and Shepherds dams. Visual inspection identified an average thickness of 14m at No 2 Mill while holes to date at Shepherds have averaged over 19m.

Drilling in the No 2 Mill tailings also explored visually identified tailings known to be outside of the existing JORC resource boundary. Drilling completed in this area confirmed the presence of additional tailings in 7 out of 13 holes, with intersections of up to 18m achieved (average 12m). Holes that did not intersect tailings were located on the extremity of the exploration target zone and sufficiently confirm the extent of the No 2 Mill tailings dam.

Samples from No 2 Mill and Shepherds have now been sent for drying and preparation for assay over the coming weeks.

The purpose of the 2016 drilling campaign is to collect samples for final optimisation testwork within the Definitive Feasibility Study metallurgical testwork program in addition to the assessment of potential to increase the size and confidence category of current JORC resources.



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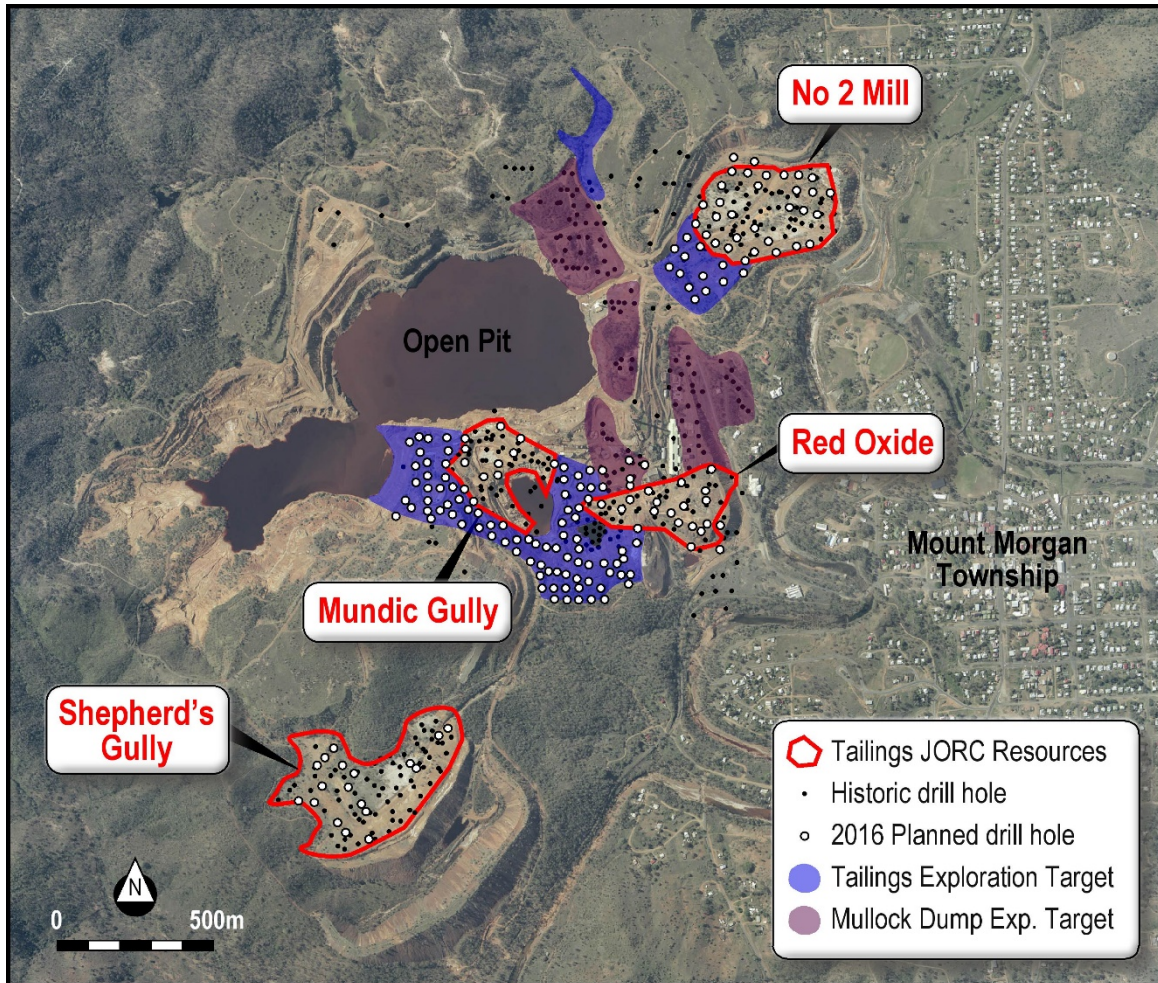


Figure 1: Planned and historical drill holes at Mount Morgan

Further drilling and assay updates will be released to shareholders as the drilling program progresses.

For further information, please contact:

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Competent Person Statement

The information in this report that relates to the Exploration Results is based upon information compiled by Mr Trevor Pilcher, who is a consultant of the Company and is a member of The Australasian Institute of Mining and Metallurgy. Mr Pilcher has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and the activity in which he is undertaking to qualify as a Competent Person under 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Mr Pilcher consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to the Exploration Target is based on information compiled by Lance Govey, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Lance Govey is an independent geological consultant and has no association with Carbine Resources Limited other than being engaged for services in relation to the preparation of parts of this report. Lance Govey has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Lance Govey consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. This was initially release to the ASX on 13 November 2014 and has not materially changed since it was last reported.

The information in this report that relates to the Mineral Resources of the Mount Morgan Mine project was prepared in accordance with the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("JORC Code") by Troy Lowien, Resource Geologist, of consultants Coffey Mining Pty Ltd, who is a Member of The Australasian Institute of Mining and Metallurgy ("AusIMM") and has a minimum of five years of experience in the estimation, assessment and evaluation of Mineral Resources of this style and is the Competent Person as defined in the JORC Code. Troy Lowien conducted the geological modelling, statistical analysis, variography, grade estimation, and report preparation. This report accurately summarises and fairly reports his estimations and he has consented to the resource report in the form and context in which it appears. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.